



KARORI anglican

2021 Financial Reports

Karori Anglican Churches and Trust Boards

SMASH

ECEC

Annual General Meeting 2 May 2022

Please read these reports prior to the meeting as they will be 'taken as read'.



Appendix A - Karori Anglican Churches

Karori Anglican Churches

Consolidated Financial Statements

For the year ended 31 December 2021

Contents

	Page
Directory	3
Consolidated Statement of Comprehensive Revenue and Expenses	4
Consolidated Statement of Changes in Net Assets	5
Consolidated Statement of Financial Position	6
Consolidated Statement of Cash Flows	7
Notes to the Financial Statements	8
Independent Auditor's Report	19

Directory

Karori Anglican Churches

For the year ended 31 December 2021

Legal Name of Entity

Karori Anglican Churches

Charities Commission Registration Number

Anglican Diocese of Wellington: CC31568

Nature of business

Karori Anglican Churches (the "Parish") is an entity under the Parishes Canon of the Anglican Diocese of Wellington, and exists for religious and charitable purposes.

Vestry Members

Ian Cook: Vicar

Stephen Sharp: Vicar's Warden

Gregor Coster: People's Warden

Ian Millard

Kate Harvey-Green

Adrian Harvey

Thea Wallace

Nicky Mildenhall (Resigned during 2021)

Geoff Lee

Physical Address

8 Fancourt Street, Karori, Wellington 6012

Postal Address

8 Fancourt Street, Karori, Wellington 6012

Consolidated Statement of Comprehensive Revenue and Expenses

Karori Anglican Churches

For the year ended 31 December 2021

Group 2020	KAC 2020		Note	Group 2021	KAC 2021
\$	\$			\$	\$
Revenue from Exchange Transactions					
2,097	66,147	Rental Revenue		1,911	67,242
232,554	-	- SMASH Fee Revenue		283,194	-
312,437	-	- ECEC Fee Revenue		327,268	-
94,623	24,879	Interest & Increase: Special Funds		22,077	6,600
13,713	76	Interest and Dividends		5,366	32
(4,221)	-	- Gain / (Loss) on revaluation of investments		557	-
9,501	9,347	Other Revenue		24,192	22,520
660,705	100,450	Total Exchange Revenue		664,565	96,394
Revenue from Non-exchange Transactions					
426,043	426,043	Parochial Offerings		357,928	357,928
268,092	268,092	Giving for Special Purposes	5	410,138	410,138
-	-	- Fire Insurance receipts		131,570	131,570
-	5,000	Dividend from ECEC		-	-
-	-	- Bequest		50,000	50,000
-	4,209	Rebranding contribution		-	-
245,358	46,044	Covid Wage Subsidy		48,753	5,992
43,860	-	- SMASH Grants		43,595	-
389,146	-	- ECEC Bulk Funding		399,175	-
-	-	- Donations from Trust Board		-	9,344
1,372,499	749,388	Total Non-exchange Revenue		1,441,159	964,971
2,033,204	849,838	Total Revenue		2,105,723	1,061,365
Expenses					
287,631	30,147	Direct Costs	6	287,773	46,259
5,145	283,645	Payments from Special Purpose Giving	6	9,469	494,323
3,121	3,121	Payments from Special Funds	6	100	125,252
-	-	- Payments from Fire		98,763	98,763
85,317	64,246	Property Costs		103,888	75,066
62,207	43,430	Administration Costs		57,187	38,357
942,555	265,454	Staff Costs		919,290	257,222
17,610	6,245	Audit and Review Costs		21,127	7,623
48,832	48,832	Diocesan Levies		56,118	56,118
27,624	27,624	Missions Paid by Parish		27,972	27,972
1,480,042	772,743	Total Expenses		1,581,688	1,226,956
553,162	77,095	Total Surplus for the year before Depreciation and Trust Boards' Reimbursements		524,036	(165,591)
95,032	88,179	Depreciation & Impairment		463,892	452,029
458,130	(11,084)	Total Surplus for the year after Depreciation		60,144	(617,619)
25,523	203,522	Reimbursement by Trust Boards: Seismic Programme & donations		2,940	846,361
-	-	- ECEC: adjustments from previous year		3,607	-
25,523	203,522	Total Other Comprehensive Revenue and Expenses		6,547	846,361
483,652	192,437	Total Comprehensive Revenue and Expense for the Year		66,691	228,742



This statement should be read in conjunction with the notes to the financial statements

Consolidated Statement of Changes in Net Assets

Karori Anglican Churches

For the year ended 31 December 2021

Group	Retained Surpluses \$	Special Funds \$	Investment Reserves \$	Total \$
Opening Balance 1 January 2020	6,391,841	2,268,199	25,072	8,685,112
Surplus / (Deficit) for the year	483,652	-	-	483,652
Other Comprehensive revenue				
Transfers	19 (169,280)	169,280	-	-
Closing Equity 31 December 2020	6,706,213	2,437,479	25,072	9,168,764
Opening Balance	6,706,213	2,437,479	25,072	9,168,764
Surplus / (Deficit) for the year	66,691	-	-	66,691
Other Comprehensive revenue				
Transfers	19 (97,536)	97,536	-	-
Closing Equity 31 December 2021	6,675,368	2,535,015	25,072	9,235,455

KAC	Retained Surpluses \$	Special Funds \$	Investment Reserves \$	Total \$
Opening Balance 1 January 2020	5,847,890	205,806	-	6,053,698
Surplus / (Deficit) for the year	192,437	-	-	192,437
Other Comprehensive revenue				
Transfers	19 (21,758)	21,758	-	-
Closing Equity 31 December 2020	6,018,569	227,564	-	6,246,133
Opening Balance	6,018,569	227,564	-	6,246,133
Surplus / (Deficit) for the year	228,741	-	-	228,741
Other Comprehensive revenue				
Transfers	19 (120,008)	120,008	-	-
Closing Equity 31 December 2021	6,127,302	347,572	-	6,474,874



This statement should be read in conjunction with the notes to the financial statements

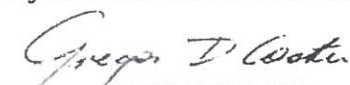
Consolidated Statement of Financial Position

Karori Anglican Churches

As at 31 December 2021

Group 2020 \$	KAC 2020 \$		Note	Group 2021 \$	KAC 2021 \$
		Current Assets			
999,515	192,537	Cash and Cash Equivalents	9	2,503,293	116,951
2,323,449	187,174	Current Investments	9	460,305	66,138
12,913	-	Receivables from Non-exchange transactions		16,546	-
14,617	43,883	Receivables from Exchange transactions		4,860	1,205
5,468	(57)	Prepayments		3,545	-
122,613	-	Investments	10	73,170	-
3,478,575	423,537	Total Current Assets		3,061,719	184,293
		Non-current Assets			
5,344,909	5,334,204	Property Plant and Equipment		4,959,768	4,886,253
619,969	574,532	Work in progress accounts		1,540,719	1,540,719
5,964,878	5,908,736	Total Non-current Assets	11	6,500,486	6,426,972
9,443,453	6,332,273	Total Assets		9,562,205	6,611,264
		Current Liabilities			
95,238	66,570	Trade and Other Creditors	12	156,982	116,298
100,633	19,567	Employee Entitlements	14	87,456	20,244
78,817	-	Revenue in Advance	13	76,523	-
274,688	86,137	Total Current Liabilities		320,960	136,543
274,688	86,137	Total Liabilities		320,960	136,543
9,168,765	6,246,136	Net Assets		9,241,245	6,474,722
		Equity			
6,705,280	6,017,370	Accumulated Surpluses		6,868,153	6,364,764
2,438,413	228,765	Special Funds	19	2,342,077	109,957
25,072	-	Investment Reserve		25,072	-
9,168,765	6,246,135	Total Equity		9,235,302	6,474,721

Signed for and on behalf of the Vestry Members who authorised these financial statement for issue



Vestry Member
Date: 22 April 2022



Vestry Member



This statement should be read in conjunction with the notes to the financial statements

Consolidated Statement of Cash Flows

Karori Anglican Churches

For the year ended 31 December 2021

Group 2020 \$	KAC 2020 \$		Note	Group 2021 \$	KAC 2021 \$
		Cash Flows from Operating Activities			
234,752	-	Receipts from SMASH Fee Revenue		275,719	-
312,495	-	Receipts from ECEC Fee Revenue		321,599	-
99,315	19,696	Receipts from Interest & Dividends		21,632	35
16,818	77,449	Receipts from Other Exchange Transactions		41,494	91,734
429,843	431,043	Receipts from Parochial Offerings		360,315	360,315
713,616	46,044	Receipts from Donations and Grants		80,577	-
10,620	6,145	Receipts from Other Non-exchange Transactions		591,962	161,461
(338,965)	(197,796)	Payments to Suppliers		(465,117)	(306,974)
(23,020)	(23,020)	Payments as Donations		(27,972)	(27,972)
(2,223)	(7,223)	Non-Exchange payments		(55,564)	(55,564)
(1,103,178)	(273,730)	Payments to Employees		(1,102,023)	(253,417)
<u>350,074</u>	<u>78,609</u>	Net Cash flows from Operation Activities		<u>42,622</u>	<u>-30,382</u>
		Cash Flows from Investing and Financing			
		Cash Received for building fund & other special purposes		668,467	655,697
286,114	149,971	- Bequest		50,000	50,000
-	-	- Movement in Term Deposits		50,000	-
(210,641)	(165,205)	Purchase of Property Plant and Equipment		(1,168,094)	(871,937)
<u>75,473</u>	<u>-15,234</u>	Net Cash flows from Investing and Financing		<u>-399,627</u>	<u>-166,240</u>
425,547	63,375	Net Increase / (Decrease) in Cash and Cash Equivalents		-357,005	-196,622
2,894,941	316,336	Cash and Cash Equivalents at 1 January		3,320,628	379,710
<u>3,320,488</u>	<u>379,711</u>	Cash and Cash Equivalents at 31 December	9 & 10	<u>2,963,623</u>	<u>183,088</u>

This statement should be read in conjunction with the notes to the financial statements



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

1. Reporting entity

The reporting entity is Karori Anglican Churches (the "Parish"). Karori Anglican Churches is an entity under the Parishes Canon of the Anglican Diocese of Wellington, domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005.

The consolidated financial statements comprising of Karori Anglican Churches and its controlled entities, together the "Group", are presented for the year ended 31 December 2020. The consolidated statements include Karori Anglican Churches, SMASH (St Mary's After School House), The St Mary's Early Childhood Education Centre, the Parochial Trust Board of Makara and Karori West, and the Karori Anglican Churches' Trust Board.

These consolidated financial statements have been approved and were authorised for issue by the Vestry Members

2. Statement of compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards Reduced Disclosure Regime ("PBE IPSAS RDR") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Parish and Group are public benefit not-for-profit entities and are eligible to apply PBE IPSAS RDR on the basis that the Group does not have public accountability and it is not defined as large.

The Vestry Members have elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions except in application of PBE FRS 47 Paragraph RDR 27.1 to 27.3 which allows this Group to exclude comparatives from these financial statements, and PBE IPSAS 1 Paragraph 116.1 which provides concessions around disclosures of fees paid to auditors.

3. Summary of accounting policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

3.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost as modified by fair value measurement of non derivative financial instruments. The financial statements are presented in New Zealand dollars which is the functional currency and has been rounded to the nearest dollar.

3.2 Basis of consolidation

Controlled entities are all those entities over which the controlling entity has the power to govern the financial and operating policies so as to benefit from its activities. The controlled entities are consolidated from the date on which control is transferred and are de-consolidated from the date that control ceases. In preparing the consolidated financial statements, all inter entity balances and transactions, and unrealised gains and losses arising within the consolidated entity are eliminated in full. The accounting policies of the controlled entity are consistent with the policies adopted by the Group and have a 31 December 2020 reporting date.

3.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Group and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non-exchange transactions

Donations, offerings, givings and legacies

Donations are recognised as revenue upon receipt and include donations from the general public, donations received for specific program, legacies left to the Parish or Group, parish offerings or services or donations in-kind. Donations in-kind are recognised where fair value of the services can be reliably estimated. Donations in-kind are measured at their fair value as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred. Volunteer time is not recognised.



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

Where legacies or donations are received that contain conditions or restrictions on the use of funds which require the repayment of funds, the revenue is initially recorded as a liability and released to revenue as the conditions are met. Where the restrictions do not require a repayment of funds, Revenue is recognised upon receipt and recognised as a restricted reserve within net assets until such time as the funds are expended in line with its original restriction.

Grant Revenue

Grant revenue includes grants given by other charitable organisations, philanthropic organisations, government and businesses. Grant revenue is recognised when the conditions attached to the grant has been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

Revenue from exchange transactions

Rental revenue

Rental revenue is recognised on a straight line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

ECEC and SMASH revenue

Revenue is recognised on an accrual basis in the period in which the services were provided.

Interest revenue

Interest revenue is recognised as it accrues, using the effective interest method.

Dividend revenue

Dividend revenue is recognised when the dividend is received.

Other revenue

All other revenue is accounted for on an accruals basis.

3.4 Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.5 Short Term Investments

Short term investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

3.6 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a straight line basis over the useful life of the asset, except for land which is not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

• Buildings	20-70 Years
• Computer equipment	2-4 Years
• Furniture and Fittings	5-10 Years
• General Equipment	7-15 Years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

Items in Work in Progress (WIP) are capitalised when completed. To date St Matthias repairs, ECEC/SMASH repairs, and Stage I of the Belltower have been largely completed and capitalised.



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

3.7 Income Tax

Due to its charitable status, the Group is exempt from income tax.

3.8 Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the Inland Revenue Department is classified as part of operating cash flows.

3.9 Equity

Equity is the community's interest in the Group, measured as the difference between total assets and total liabilities. Equity is made up of the following components:

Accumulated comprehensive revenue and expense

Accumulated comprehensive revenue and expense is the Group's accumulated surplus or deficit since its formation, adjusted for transfers to/from specific reserves.

Special projects reserve

This is a restricted equity reserve created by the Group for the purpose of financing special projects, such as capital replacement of certain significant assets. The use of these funds is restricted to the specific purpose of the projects.

Investment reserve

This reserve represents the gains or losses in investments held at each reporting date. Revaluations are initially recognised in the consolidated statement of comprehensive revenue and expenses and subsequently transferred to this reserve.

3.10 Financial Instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

The Group derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Group has transferred substantially all the risks and rewards of the asset; or
- the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

Financial Assets

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Group's financial assets are classified as loans and receivables and fair value through profit and loss. The Group's financial assets include: cash and cash equivalents, receivables from non-exchange transactions, receivables from exchange transactions and investments.

All financial assets except those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Group's cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and non-equity investments fall into this category of financial instruments.

Financial assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition. The Group's investments fall into this category of financial instruments.

Impairment of financial assets

The Group assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

Financial Liabilities

The Group's financial liabilities include trade and other creditors (excluding GST and PAYE), employee entitlements and deferred revenue (in respect to agreements whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

3.11 Employee Benefits

Liabilities for wages and salaries and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

4. Significant accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the accounting policies management have not made any significant judgements within the financial statements.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

5. Donations for Special purposes

Parochial offerings includes the following donations for special purposes received during the relevant year:

	Group 2021	KAC 2021	Group 2020	KAC 2020
			\$	\$
Agape	1,109	2,309	4,059	5,259
Alpha	451	451		
Bentons	460	460	360	360
Ministries	163	163	1,138	1,138
Community Facing Facility, Makara & Belltower (passed to Trust Board)	385,341	385,341	261,500	261,500
Family Fair	995	995	-	-
Fire Insurance	1,200	1,200		
Kaitaia: Feed my Lambs	3,655	3,655	3,580	3,580
Karori Foodbank	-	-	174	174
Lent & Missions	412	412	-	-
Pastoral Care & Training			35	35
Philipine Orphanage	3,463	3,463		
Refugees	50	50		
Seminars & Courses	620	620	-	-
Wheelers	2,372	2,372	1,305	1,305
World Vision	2,000	2,000		
Worship	100	100	-	-
Youth Ministry	9,456	9,456	-	-
	411,847	413,047	272,151	273,351

6. Direct Costs

	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
Direct Costs: Ministries	275,703	34,189	278,911	21,427
Payments from Special Donations	9,469	494,323	5,145	283,645
Wedding/Funeral costs	701	701	310	310
Pew Sale Costs	11,368	11,369	8,410	8,410
Payments from Special Funds for approved purposes	100	125,252	3,121	3,121
	297,341	665,834	295,897	316,912



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

7. Group information Subsidiaries

The Consolidated financial statements of the Group include the following entities:

Name of Entity and Principal Activities	Country of Inc.	Percentage equity interest	
		2021	2020
SMASH - After School & Holiday Programme	New Zealand	100%	100%
ECEC - Early Childhood Education Centre	New Zealand	100%	100%
Karori Parish Trust Board	New Zealand	100%	100%
Parochial Trust Board of Makara and Karori West	New Zealand	100%	100%



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

8. Components of Net Surplus	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
Total expenses include the following specific expenses:				
Audit Fees - Grant Thornton Audit Partnership	8,295	-	6,728	-
Review Fees - Grant Thornton Audit Partnership	12,832	7,623	10,882	6,245
Other Fees - Grant Thornton Audit Partnership	-	-	-	-
Koha / Donations	-	-	37	37
Depreciation	92,911	81,048	95,032	88,179
Loss / (Gain) on Disposal of Assets	-	-	-	-

9. Cash and Cash Equivalents	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
Bank Accounts	2,503,103	116,930	999,029	192,516
Bank Call Deposits	51,007	51,007	187,174	187,174
Current Investments	-	-	-	-
Term Deposits	409,297	15,130	2,136,275	-
Petty Cash	189	20	485	20
	<u>2,963,597</u>	<u>183,087</u>	<u>3,322,963</u>	<u>379,710</u>

SMASH has a credit card facility with BNZ of \$1,000 at reporting date (2020: \$1,000).

ECEC has a credit card facility with Westpac of \$1,000 at reporting date (2020: \$1,000)

KAC has a credit card facility with BNZ of \$1,000 at reporting date (2020 \$1,000)

10. Investments	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
Securities and Bonds	73,170	-	122,613	-
Other	-	-	-	-
	<u>73,170</u>	<u>-</u>	<u>122,613</u>	<u>-</u>



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

11. Property Plant and Equipment

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
Group: 31 December 2021	\$	\$	\$	\$
Cost	5,288,403	256,746	1,540,719	7,085,868
Accumulated Depreciation	(450,660)	(134,722)	-	(585,382)
Net Book Value	4,837,744	122,024	1,540,719	6,500,486

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance	5,259,289	85,618	619,969	5,964,876
Additions	-	33,323	966,186	999,509
Disposals	(369,247)	(1,740)	-	(370,987)
Transfers	-	45,436	(45,436)	-
Depreciation	(52,299)	(40,612)	-	(92,911)
Closing	4,837,744	122,025	1,540,719	6,500,487

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
Group: 31 December 2020	\$	\$	\$	\$
Cost	5,820,543	423,391	619,969	6,863,904
Accumulated Depreciation	(561,254)	(337,772)	-	(899,026)
Net Book Value	5,259,290	85,619	619,969	5,964,878

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance	5,313,263	115,614	402,503	5,831,380
Additions	-	11,061	217,466	228,527
Disposals	-	-	-	-
Transfers	-	-	-	-
Depreciation	(53,974)	(41,057)	-	(95,031)
Closing	5,259,289	85,618	619,969	5,964,876

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
KAC: 31 December 2021	\$	\$	\$	\$
Cost	5,288,403	136,357	1,540,719	6,965,479
Accumulated Depreciation	(450,660)	(87,848)	-	(538,508)
Net Book Value	4,837,744	48,509	1,540,719	6,426,972

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance	5,259,290	74,914	574,532	5,908,736
Additions	-	4,078	966,186	970,264
Disposals	(369,247)	(1,733)	-	(370,980)
Transfers	-	-	-	-
Depreciation	(52,299)	(28,749)	-	(81,048)
Closing	4,837,744	48,510	1,540,718	6,426,972



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
KAC: 31 December 2020				
Cost	5,820,543	303,260	574,532	6,698,336
Accumulated Depreciation	(561,254)	(228,346)	-	(789,600)
Net Book Value	5,259,290	74,914	574,532	5,908,736

Reconciliation of the carrying amount at the beginning and end of the period:

	Land and Buildings	Furniture, Fittings & Office Equipment	Capital WIP	Total
	\$	\$	\$	\$
Opening Balance	5,313,263	98,057	402,503	5,813,824
Additions	-	11,062	172,029	183,091
Disposals	(369,247)	(9,655)	-	(378,902)
Transfers	-	-	-	-
Depreciation	(53,974)	(24,551)	-	(78,525)
Closing	4,890,042	74,913	574,532	5,539,488

	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
12. Trade and Other Creditors				
Credit Card Facilities	(1,740)	(2,345)	(135)	(43)
Creditors and Accruals	299,263	215,122	195,097	104,211
GST	(53,086)	(76,234)	909	(18,031)
	244,437	136,543	195,871	86,137
13. Revenue In advance				
SMASH: MSD Grant	10,899	-	10,899	-
Parent Fees in Advance	9,110	-	21,218	-
Ministry of Education: Grants	56,514	-	46,700	-
Other revenue in advance	-	-	-	-
	76,523	-	78,817	-
Total Liabilities	320,960	136,543	274,688	86,137



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

14. Categories of Financial Assets and Liabilities

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	Group 2021	KAC 2021	Group 2020	KAC 2020
	\$	\$	\$	\$
Financial Assets				
<i>Loans and receivables</i>				
Cash and Cash Equivalents	2,963,597	152,200	3,322,963	379,710
Receivables from Exchange Transactions	10,611	2,705	26,238	45,383
Receivables from Non-exchange Transactions	16,945	-	12,913	-
	<u>2,991,153</u>	<u>154,904</u>	<u>3,362,114</u>	<u>425,093</u>
Financial Liabilities				
<i>At amortised cost</i>				
Trade and other creditors	207,734	192,532	116,456	66,570
Employee entitlements	87,456	17,545	100,633	19,567
Deferred Revenue (conditions attached)	56,514	-	57,599	-
	<u>351,704</u>	<u>210,078</u>	<u>274,688</u>	<u>86,137</u>



Notes to the Financial Statements

Karori Anglican Churches

For the year ended 31 December 2021

15. Commitments and Contingencies

There are no contingent liabilities, assets or guarantees as at the reporting date (2020: Nil).

In September 2021, Karori Anglican Churches signed a contract with Choice Construction Group to build a facility "Te Kororia" at a capital cost of \$3.8m, of which we have spent \$1.4m. (2020: nil)

16. Related Parties

	Group 2021 \$	KAC 2021 \$	Group 2020 \$	KAC 2020 \$
Related Party Transactions:				
Related party Geoff Lee (Vestry member, Licensee of ECEC, and Seismic & Development Programme Manager)				
Value of transactions	38,240	38,240	29,975	29,975
Amount outstanding at reporting date	2,185	2,185	2,674	2,674
Related party: Kate Harvey-Green - (Vestry member & Consultant)				
Value of transactions	36,516	36,516	36,516	36,516
Amount outstanding at reporting date	-	-	-	-

Key Management Personnel:

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the Vicar, Wardens, Manager of SMASH, and Head Teacher of Early Childhood Centre

No remuneration is paid to Vestry Members or Wardens.

	Group 2021 \$	Parent 2021 \$	Group 2019 \$	Parent 2019 \$
Total Remuneration	235,803	82,005	134,101	-
Number of persons	3	1	2	-
New Vicar appointed as from 01/01/20				

17. Events After Reporting Date

The Vestry Members and management are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the Group.

18. Covid-19 Summary

During Level 4 lock-down we were unable to hold physical services. Although the move to Level 3 allowed socially distanced services, numbers attending were reduced. In common with other parishes in the Diocese, this impacted on our giving while many costs (stipends, wages, etc) continued. Fortunately the Diocese was able to claim on behalf of us and other parishes, the Covid-19 wage subsidy related in each case to the number of people employed by that Parish.



Special Funds 2021

Karori Anglican Churches Special Funds

	Opening Reserve 2020	Donations	Interest Revenue	Expenditure Incurred	Closing Reserve 2020	Donations/Sale	Interest Revenue	Expenditure Incurred	Closing Reserve 2020
Barnabas Fund	6,736	-	228	-	6,964	-	49	-	7,013
Bridge Club for Tau Cross	1,347	-	46	-	1,393	-	10	-	1,403
Brown Library Fund	18	-	1	-	19	-	-	-	19
Church Furnishing Fund	7,868	-	266	-	8,134	-	57	-	8,191
Hilstop	19,496	-	510	-	20,006	-	124	-	20,130
Hoerings (Karori West)	108,578	-	14,485	-	123,063	-	2,183	125,252	(6)
JH Newton Bequest - Choir Fund	7,342	-	248	-	7,590	-	54	-	7,644
Makara Church Fund	1,562	-	208	-	1,770	-	116	-	1,886
Makara Church Graveyard	19,856	-	13	-	19,869	-	10	-	19,879
Plano Fund	540	-	18	-	558	-	4	-	562
Organ Fund	3,406	-	115	-	3,521	-	25	-	3,546
Pastoral Fund (Agape)	5,175	5,259	230	1,992	8,672	1,040	69	280	9,501
Stubbs Memorial Fund	25,083	-	3,250	1,128	27,205	-	1,783	-	28,988
Total Karori Anglican Churches Special Funds	207,007	5,259	19,618	3,120	228,765	1,040	4,484	125,532	108,757

Group Special Funds

Parochial Trust Board of Makara and Karori West:

	Opening Reserve 2020	Donations & Prev costs recov.	Interest Revenue	Expenditure Incurred	Closing Reserve 2020	Donations	Interest Revenue	Expenditure Incurred	Closing Reserve 2021
Special funds - Upgrade & Seismic Repairs	779,706	-	-	-	779,706	2,500	7	-	782,213
Community Facing Facility	1,044,058	278,500	58,375	203,211	1,177,722	887,803	12,668	828,421	1,249,772
	1,823,764	278,500	58,375	203,211	1,957,428	890,303	12,675	828,421	2,031,985

Karori Anglican Churches' Trust Board:

	Opening Reserve 2020	Donations & Prev costs recov.	Interest Revenue	Expenditure Incurred	Closing Reserve 2020	Donations	Interest Revenue	Expenditure Incurred	Closing Reserve 2021
Gwyn and Kelvin Day Charitable Trust	151,759	-	9,701	-	161,460	-	1,061	9,344	153,177
Self Insurance Fund	39,892	2,386	-	-	42,278	5,708	-	-	47,986
Bequests	46,849	2,704	-	-	49,553	44	-	49,554	43
T S Newcombe Scriptural Prize Fund	129	-	1	-	130	-	-	-	130
	238,629	5,090	9,702	-	253,421	5,752	1,061	58,898	201,336

Total Group Special Funds

	2,269,400	288,849	87,695	206,331	2,439,614	897,095	18,220	1,012,851	2,342,078
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Independent Assurance Practitioner's Review Report

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Wellington 6143
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To the Vestry Members of Karori Anglican Churches

We have reviewed the accompanying consolidated financial statements of Karori Anglican Churches on pages 4 to 19 which comprises the consolidated statement of financial position as at 31 December 2021, and the consolidated statement of comprehensive revenue and expenses, consolidated statement of changes in net assets and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Vestry Member's Responsibility for the Financial Statements

The Vestry members are responsible for the preparation and fair presentation of this performance report in accordance Public Benefit Entities International Public Sector Accounting Standards Reduced Disclosure Regime issued in New Zealand by the New Zealand Accounting Standards Board, and for such internal control as the vestry members determine is necessary to enable the preparation and fair presentation of this performance report that is free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying performance report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) ISRE (NZ) 2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity*. ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes us to believe that their performance report, taken as a whole, are not prepared in all material respects in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board. This Standard also requires us to comply with relevant ethical requirements.

A review of these financial statements in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on these financial statements.

Other than in our capacity as an assurance practitioner, we have no relationship with, or interests in, the Entity.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these consolidated financial statements on pages 4 to 19 do not present fairly, in all material respects, the consolidated financial position of Karori Anglican Churches as at 31 December 2021, and its consolidated financial performance, and cash flows for the year then ended, in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board.

Restriction on use of our report

This report on the financial statements is made solely to the vestry members, as a body. Our limited assurance work has been undertaken so that we might state to the vestry members, as a body those matters which we are required to state to them in an independent assurance practitioner's review report and for no other purpose. To the fullest extent permitted by law, we do



not accept or assume responsibility to anyone other than the vestry members, as a body, and the Karori Anglican Churches, for our limited assurance work, for this report or for the conclusion we have formed.

Grant Thornton New Zealand Audit Limited

A handwritten signature in blue ink that reads "Grant Thornton".

B Kennerley
Partner
Wellington
22 April 2022

Appendix B - Karori Anglican Churches Trust Boards

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2021

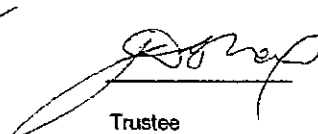
	2021 \$	2020 \$
INCOME		
Interest		
Bank of New Zealand	2,090	9,476
NZ Post	529	1,058
Dividends	1,529	1,027
Income from Special Funds		
Interest for Special funds	1,259	10,052
Donations for Special Funds	-	2,517
Funds Increase	5,554	2,223
Revaluation		
Share Revaluation	1,591	(4,153)
Bond Revaluation	(1,034)	(68)
	<hr/>	<hr/>
Total Income	11,518	22,132
EXPENSES & DISTRIBUTIONS		
Transfers from Special Funds		
Transfer to Karori Anglican Churches	9,344	-
Transfer to Parochial Trust Board	277,554	-
Payments from Special Funds		
Other Expenses		
Trustee Insurance	288	288
Charities	51	51
	<hr/>	<hr/>
Total Expenses & Distributions	287,237	339
NET INCOME	<hr/> (275,719) <hr/>	<hr/> 21,793 <hr/>

STATEMENT OF FINANCIAL POSITION

ASSETS	2021	2020
Funds	\$	\$
Bank of New Zealand Current	72,759	96,699
Term Deposits	220,000	422,336
NZPO Bonds	-	51,034
Accounts Receivable	-	-
Shares	39,127	39,127
Share Revaluation	34,043	32,452
TOTAL ASSETS	365,929	641,648
CURRENT LIABILITIES		
Accounts Payable	-	-
TOTAL LIABILITIES	-	-
EQUITY		
General Funds (held for the Parish)	139,520	363,155
Share Revaluation Reserve	25,072	25,072
Self Insurance Fund	47,986	42,278
TS Newcombe Scriptural Prize Fund	130	130
Bequests	44	49,553
Gwyn & Kelvin Day Charitable Trust		
Corpus	141,700	141,700
Retained Earnings	11,477	19,760
TOTAL EQUITY	365,929	641,648
TOTAL LIABILITIES & EQUITY	365,929	641,648



 Trustee



 Trustee

Date: 22-Apr-22

	2021	2020
Statement of Changes in Equity	\$	\$
Opening Equity	641,648	619,855
Share revaluation Reserve		
Receipts for year, less distributions	(275,719)	21,793
	<hr/>	
Closing Equity	365,929	641,648

NOTES

1 Details of the investments of the Parish Trust Board and market values are:

Shares	Cost	Market Value at 1		Market Value at	
		January 2020	31 December 2020	31 December 2020	31 December 2021
5040 Auckland Intl Airport	\$9,125	\$44,100	\$38,203	38,808	38,808
2174 Contact Energy	\$10,673	\$15,501	\$19,370	17,609	17,609
2700 Steel & Tube	\$9,668	\$2,133	\$2,511	4,185	4,185
550 Westpac Corporation	\$9,615	\$13,998	\$11,495	12,568	12,568
	\$39,081	\$75,732.00	\$71,579.00	\$73,169.90	\$73,169.90

Fixed Interest Investments

NZPO Bonds	\$50,000	\$51,356	\$51,034	-	-
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2 Special funds St Mary's (Karori) Parish Trust Board

	Opening 2020	Income 2020	Payments 2020	Closing 2020	Income 2021	Payments 2021	Closing 2021
Gwyn and Kelvin Day Charitable Trust	151,759	9,701	-	161,460	\$1,061	9,344	\$153,177
Self Insurance Fund	39,892	2,386	-	42,278	\$5,708	-	\$47,986
Bequests	46,849	2,704	-	49,553	\$44	49,554	\$43
T S Newcombe Scriptural Prize Fund	129	1	-	130	-	-	\$130
	238,629	14,792	-	253,421	6,813	58,898	201,336

Statement of Cash Flows

Karori Anglican Churches' Parish Trust Board
For the year ended 31 December 2021

	2021	2020
	\$	\$
Cash Flows from Operating Activities		
Receipts from Interest & Dividends	7,751	19,279
Receipts from Other Non-exchange Transactions	5,544	8,901
Payments to Suppliers	(339)	(339)
Non-exchange payments	-	-
Net Cash flows from Operation Activities	12,956	27,841
Cash Flows from Investing and Financing Activities		
Bonds Matured	50,000	-
Transfer to KAC	(9,344)	-
Transfer to Paroch TB	(277,553)	-
Net Cash flows from Investing and Financing Activities	(236,897)	0
Net Increase / (Decrease) in Cash and Cash Equivalents	(223,941)	27,841
Cash and Cash Equivalents at 1 January	516,700	488,859
Cash and Cash Equivalents at 31 December	292,759	516,700

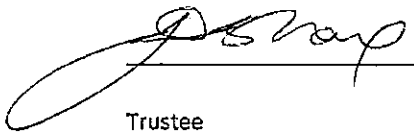
PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

Income Statement for the years ended 31 December	2021	2020
	\$	\$
Income		
Interest for Special Funds	12,676	58,375
Donations for Special Funds	890,302	278,499
Wage Subsidy	-	5,000
Total Income	902,978	341,874
Payments		
Payments for Prior Costs: new build	828,421	203,212
Expenses		
Insurance & Charities Commission	294	294
Total Expenses	828,715	203,506
Net Gain/(loss) for year	74,263	138,368

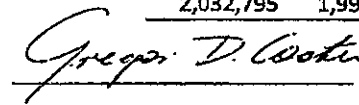
PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

Balance Sheet as at 31 December

	2021	2020
Assets	\$	\$
Bank Deposits	1,969,402	381,860
Term Deposits	50,000	1,590,000
Accounts Receivable	13,394	21,196
	<hr/>	<hr/>
Total Assets	2,032,796	1,993,056
	<hr/>	<hr/>
Liabilities		
GST Payable	(38)	(7)
Accounts Payable	-	34,493
	<hr/>	<hr/>
Total Liabilities	(38)	34,486
	<hr/>	<hr/>
Equity (Held for the Parish of Karori)		
Special Funds		
Upgrade & Seismic Repairs	2 782,213	779,706
Community Facility	2 1,249,771	1,177,721
	<hr/>	<hr/>
Total Special Funds	2,031,984	1,957,427
	<hr/>	<hr/>
General Equity	849	1,143
	<hr/>	<hr/>
Total Equity	2,032,833	1,958,570
	<hr/>	<hr/>
Total Liabilities and Equity	2,032,795	1,993,056



 Trustee



 Trustee

Date: 22 April 2022

PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

	2021	2020
Changes in Equity	\$	\$
Opening Equity	1,958,570	1,820,202
Gain/Loss for Year	74,263	138,368
Closing Equity	2,032,833	1,958,570

PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

Notes

1. The Trust owned the St Philips site in trust for the Parish of Karori, which is the successor to the Parish of Makara and Karori West.

The St Philips site was sold in 2010, and the purchaser paid in full during 2012

The Trust sold land at Makara in May 2012

Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand in accordance with the External Reporting Board's Financial Reporting Standards. They comply with Public Benefit Entity international Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Trust is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large. Transition date was 1 January 2015.

These financial statements are prepared for the year ended 31st December 2019 on an accrual basis. They are presented in New Zealand Dollars.

The Trust has elected to report in accordance with Tier 2 Not-for-Profit PBE Accounting Standards in order to align itself with the reporting requirements of Karori Anglican Churches. It has taken all Reduced Disclosure Regime ("RDR") disclosure concessions applicable.

PAROCHIAL TRUST BOARD OF MAKARA KARORI WEST

2 SPECIAL FUNDS

	Opening Reserve 2021	Interest	Donations	Expenditure Incurred	Closing Reserve 2021
Special funds - Upgrade & Seismic Repairs	779,705	7	2,500	-	782,212
Community Facing Facility	1,177,722	12,668	887,803	828,421	1,249,772
	1,957,427	12,675	890,303	828,421	2,031,984

Statement of Cash Flows

Parochial Trust Board of Makara & Karori West
For the year ended 31 December 2021

	2021	2020
	\$	\$
Cash Flows from Operating Activities		
Receipts from Interest & Dividends	12,676	58,375
Receipts from Other Non-exchange Transactions	-	5,000
Payments to Suppliers	(324)	(294)
Net Cash flows from Operation Activities	12,352	63,081
Cash Flows from Investing and Financing Activities		
Cash Received for building fund & other special purposes	898,104	280,558
Purchase of Property Plant and Equipment	(862,914)	(168,719)
Net Cash flows from Investing and Financing Activities	35,190	111,839
Net Increase / (Decrease) in Cash and Cash Equivalents	47,542	174,920
Cash and Cash Equivalents at 1 January	1,971,860	1,796,940
Cash and Cash Equivalents at 31 December	2,019,402	1,971,860

Appendix C – St Mary’s Early Childhood Education Centre

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2021

INCOME	Note	2021 \$	2020 \$
Revenue from Exchange Transactions			
Fee Income		327,268	312,436
Fundraising & Donations		(7,883)	25,213
Interest Earned		357	800
Other Income		992	-
Revenue from Non-Exchange Transactions			
Ministry of Education Funding	4	399,175	389,146
Covid Wage Subsidy		11,036	70,296
TOTAL INCOME		730,945	797,891
EXPENDITURE			
Personnel			
ACC		3,134	2,610
Kiwisaver Expense		12,311	12,900
Recruitment costs		1,190	900
Staff Functions & Presentations		1,500	879
Training		2,745	4,036
Legal Expenses		-	2,580
Wages & Staff Costs		526,354	549,385
Total Personnel		547,234	573,290
Administration			
Advertising/Marketing		356	3,360
Association Fees		-	1,418
Accounting Support and Audit Fee		8,295	6,728
Bad Debts written off		346	-
Bank Fees		244	234
Cleaning / Waste Removal / Health & Safety		16,310	15,443
Computer Software & Hardware Support		5,638	5,545
Depreciation		8,065	5,951
Support for Karori Anglican Churches		15,000	5,000
Donations		-	-
Entertaining Children		2,081	2,010
Food		14,250	14,741
Health and safety		481	398
Management Fees		9,180	9,000
Office expenses, Printing, Stationery, Photocopying		2,869	3,685
Telephone		1,203	1,288
Total Administration		84,318	74,801
Property & Maintenance			
Rent		43,911	43,050
Furniture & Fittings		958	1,352
Repairs & Maintenance		6,503	3,982
Teaching Equipment & Consumables		8,451	12,541
Total Property & Maintenance		59,823	60,925
TOTAL EXPENDITURE		691,375	709,016
Other comprehensive revenue and expenses: previous year Adjustments		3,607	-
TOTAL OTHER COMPREHENSIVE REVENUE AND EXPENSES		-	-
TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR		43,177	88,875

These statements are to be read in conjunction with notes to the financial statements



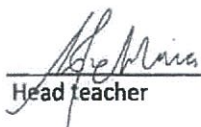
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

ASSETS	Note	2021 \$	2020 \$
Current Assets			
Cheque Account		48,315	40,603
On-Line Saver		240,477	211,363
Petty Cash		-26	141
Term Deposits		34,167	33,939
Receivables from exchange transactions		1,544	3,921
Receivables from non-exchange transactions		16,546	12,913
Prepaid Expenses		2,611	2,611
Total Current Assets		343,634	305,491
Fixed Assets			
Non-Current Assets			
Plant property and equipment	5	53,494	51,665
Total Assets		397,128	357,156
LIABILITIES			
Current Liabilities			
Sundry Creditors		20,805	23,869
Holiday Pay Accrued		38,059	53,674
GST Payable		23,186	14,223
PAYE Payable		11,608	10,492
Bulk Funding received in advance		56,514	46,700
Bonds Held		2,333	4,481
Fee Income received in advance		5,374	7,645
Total Current Liabilities		157,879	161,084
TOTAL NET ASSETS		239,249	196,072
TOTAL ACCUMULATED FUNDS		239,249	196,072

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 \$	2020 \$
Opening equity at 1 January	196,072	107,197
Total comprehensive revenue and expenses	43,177	88,875
Closing equity at 31 December	239,249	196,072

Signed for and on behalf of the Members who authorised these financial statements for issue on 22 April 2022


Head Teacher



These statements are to be read in conjunction with notes to the financial statements

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 \$	2020 \$
Cash flows from operating activities			
<i>Receipts</i>			
Receipts from grants		431,711	498,596
Receipts from fees		327,847	314,974
Receipts from other Debtors		931	917
Interest received		115	688
Total Receipts		<u>760,604</u>	<u>815,175</u>
<i>Payments</i>			
Payments to suppliers		(163,359)	146,531
Payment to employees		(556,859)	541,472
Total Payments		<u>(720,218)</u>	<u>688,003</u>
NET CASH FLOWS FROM OPERATING ACTIVITIES		40,386	127,172
Cash flows from Investing activities			
Payments to acquire property plant and equipment		(3,787)	(45,436)
Grants for property		-	24,304
Investments in short term deposits		227	(572)
NET CASH FLOWS FROM INVESTING ACTIVITIES		<u>(3,560)</u>	<u>(21,704)</u>
Net increase / (decrease) in cash and cash equivalents		36,826	105,468
Cash and cash equivalents at 1 January		251,966	146,498
CASH AND CASH EQUIVALENTS AT 31 DECEMBER		288,792	251,966



1. NATURE OF THE CENTRE

The financial statements presented are for the separate reporting entity St Mary's Early Childhood Education Centre (the "Centre"). The Centre is a separate autonomous unincorporated activity under the control of Karori Anglican Churches and therefore also The Anglican Diocese of Wellington. The Centre is managed by a Management Team whose members are ratified by the Vestry of Karori Anglican Churches. These general purpose financial statements of the Centre have been compiled separately to provide financial information for the Church, Centre families and the Ministry of Education. Financial statements of the full economic, legal entity, Karori Anglican Churches, are separately prepared.

The reporting period of these financial statements is the year ended 31 December 2021.

2. STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS) and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting board for Not-For-Profit entities. For the purpose of complying with NZ GAAP, the Centre is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Centre has elected to report in accordance with Tier 2 Not-For-Profit PBE IPSAS in order to align its financial reporting process with the Karori Anglican Churches and in so doing has taken advantage of all applicable Reduced Disclosure Regime (RDR) concessions.

3. SUMMARY OF FINANCIAL POLICIES

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented here.

Basis of measurement

The accounting principles recognised as appropriate for the measurement and reporting of Financial Performance and Financial Position on an historical cost basis are followed by the Centre.

Presentation Currency

The financial statements are presented in New Zealand dollars. All numbers presented have been rounded to the nearest dollar unless otherwise stated.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Centre and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non-exchange transactions

Grant Revenue

Grant revenue includes grants given by other charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant have been complied with.

Bulk Funding received from the Ministry of Education is recognised on an accrual basis in the period for which the services are provided. Bulk Funding received in advance for the following financial year is recorded as income in advance.



Revenue from exchange transactions

Fundraising

Income from donations is recognised in the financial statements upon receipt of funds as this is when the revenue is measurable and within the control of the Centre.

Fee Income

Fees received are recognised on an accrual basis in the period for which the services are provided. Fees received in advance for the following year are recorded as income in advance.

Interest Income

Interest is recognised as it accrues, using the effective interest method.

Financial assets and financial liabilities are recognised when the Centre becomes a party to the contractual provisions of the financial instrument. The Centre derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Centre has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Centre has transferred substantially all the risks and rewards of the asset; or
- the Centre has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial Assets

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Centre's financial assets are classified as loans and receivables. The Centre's financial assets include: cash and cash equivalents, short-term investments, receivables from non-exchange transactions, and receivables from exchange transactions.

All financial assets are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Centre's cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and non-equity investments fall into this category of financial instruments.

Impairment of financial assets

The Centre assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of the financial asset or the group of financial assets that can be reliably estimated.



For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there is any objective evidence of impairment, the Centre first assesses whether there is objective evidence of impairment of financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Centre determines that there is no objective evidence of impairment for an individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

Financial liabilities

The Centre's financial liabilities include trade and other creditors (excluding GST and PAYE), employee entitlements, and deferred revenue (in respect to grants whose conditions are yet to be complied with). All financial liabilities are initially recognised at fair value and are measured subsequently at amortised cost using the effective interest method.

Taxation

The Centre is registered under the Charities Act 2005, under the umbrella of the Anglican Church in Aotearoa, and is therefore exempt from income tax. As such no provision has been made for current or deferred tax under sections CW41 and CW42 of the Income Tax Act 2007.

Goods and Services Taxes

The statement of financial performance has been prepared on a GST exclusive basis, except accounts receivable and accounts payable which are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the Inland Revenue is included as part of receivables or payables in the statement of financial position.

Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation

Depreciation is charged on all assets over their useful economic lives. The following rates have been used:

Building Renovations	4-10% straight line
Equipment	20% straight line
Furniture & Fittings	10% straight line
Office Equipment & Software	40% straight line
Playground	8.5% straight line



Plant

The premises used by the Centre are made available through a licence to occupy contractual agreement between Karori Anglican Churches and the Centre. The Centre maintains the property to the standards agreed under this contract. Major repairs and building upgrades are undertaken by Karori Anglican Churches. The Centre may provide funds towards these projects. These are not recognised as assets in the accounts of the Centre.

Employee benefits

Liabilities for wages and salaries, and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

Significant accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

There are no significant judgements, estimates or assumptions within the financial statements.

4. MINISTRY OF EDUCATION FUNDING

	2021	2020
Total Ministry of Education Funding	399,175	389,146
Bulk Funding was applied to:		
Teaching consumables	-	-
Teaching, office and computer equipment	9,409	13,894
Staff training	5,746	4,036
Staff wages	384,020	371,216
Total	399,175	389,146

5. FIXED ASSETS

31-Dec-21	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade	Total
	\$	\$	\$	\$	\$	\$
Cost	-	5,432	18,267	10,244	49,936	83,879
Accumulated depreciation	-	(4,944)	(13,475)	(7,859)	(4,117)	(30,395)
Net book value	-	488	4,792	2,385	45,819	53,484
<hr/>						
01-Jan-21	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade	Total
	\$	\$	\$	\$	\$	\$
Cost	3,069	54,758	33,579	11,567	45,436	148,409
Accumulated depreciation	(3,069)	(53,314)	(30,254)	(10,107)	-	(96,744)
Net book value	-	1,444	3,325	1,460	45,436	51,665



Reconciliation of the carrying amount at the beginning and end of the period:

2021	Building Renovation	Equipment	Furniture and Fittings	Office Equipment	Playground Upgrade	Total
	\$	\$	\$	\$		\$
Opening balance	-	1,444	3,325	1,460	45,436	51,665
Additions	-	-	2,653	2,740	4,500	9,893
Disposals	-	-	-	-	-	-
Depreciation	-	(956)	(1,186)	(1,815)	(4,117)	(8,074)
Closing	-	488	4,792	2,385	45,819	53,484

6. CATEGORIES OF FINANCIAL ASSETS AND LIABILITIES

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2021	2020
	\$	\$
Financial assets		
<i>Loans and receivables</i>		
Cash and cash equivalents	288,766	251,966
Short term investments	34,167	33,939
Receivables from exchange transactions	1,544	3,019
Receivables from non-exchange transactions	16,545	12,913
	<u>341,022</u>	<u>301,837</u>
Financial liabilities		
<i>At amortised cost</i>		
Trade and other creditors	20,805	23,869
Employee entitlements	38,059	53,673
Deferred Revenue (conditions attached)	61,888	54,345
	<u>120,752</u>	<u>131,887</u>

7. CHANGES IN ACCOUNTING POLICIES

There have been no material changes in the accounting policies applied during the period covered by the financial statements.

8. RELATED PARTY TRANSACTIONS

The Centre is a controlled entity within the Anglican Diocese of Wellington. Premises rents of \$43,911 and Management Fee of \$9,180 (2020: \$43,050 and \$9,000) are paid to Karori Anglican Churches for the 2021 year. Contribution to KAC of \$15,000 (2020: \$5,000) There are no other significant transactions with group parishes, Church Ministry Units or Board members that require disclosure.

Key Management Personnel

The key management personnel as defined by PBE IPSAS 20 Related Party Disclosures consists only of the Head Teacher employed during the year

Total remuneration paid was as follows:

	Centre 2021	Centre 2020
Total Remuneration	\$88,246	\$84,878
Number of Persons	1	1



9. COVID 19 SUMMARY

The impact of the COVID-19 pandemic and the ensuing government imposed restrictions and payments were moderate, namely:

- A two-week closure during September 2021 during which staff remained on full pay, parent fee income ceased and the Ministry of Education continued to pay bulk funding
- Receipt of a wages subsidy of \$11,036
- A quick pick up in the roll when restrictions were lifted.
- A heightened awareness of the risk of infections and need to ask parents to keep unwell children at home.

10. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

There are no capital commitments or contingent liabilities at the reporting date (2020: None).

11. EVENTS AFTER THE REPORTING DATE

There have been no adjusting or non-adjusting events that have occurred since the reporting date.



Independent Auditor's Report

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To the Members of St Mary's Early Childhood Education Centre

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of St Mary's Early Childhood Education Centre (the "Centre") on pages 1 to 9 which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive revenue and expense, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Centre as at 31 December 2021 and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity International Public Sector Accounting Standards (Not-For-Profit) Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Centre in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Members' Responsibilities for the Financial Statements

The Members are responsible on behalf of the Centre for the preparation and fair presentation of these financial statements in accordance with Public Benefit Entity International Public Sector Accounting Standards (Not-For-Profit) Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board, and for such internal control as those charged with governance determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, those charged with governance on behalf of the entity are responsible for assessing the Centre's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the Centre or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the External Reporting Board's website at: <https://www.xrb.govt.nz/standards/assurance-standards/auditing-standards/auditors-responsibilities/audit-report-8/>

Restriction on use of our report

This report is made solely to the Centre's members. Our audit work has been undertaken so that we might state to the Centre's members, those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Centre and its members for our audit work, for this report or for the opinion we have formed.

Grant Thornton New Zealand Audit Limited



B Kennerley

Partner

Wellington

22 April 2022

Appendix D – St Mary’s After School House (The SMASH Club)

ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)
Statement of Comprehensive Revenue and Expenses
For the year ended 31 December 2021

	Notes	2021	2020
Income			
Revenue from Exchange Transactions		\$	\$
Fee income		283,194	232,554
Interest & Sundry		1,509	1,430
Revenue from Non-Exchange Transactions			
Covid Wage Subsidy		31,725	124,018
Grants		43,595	43,860
Total Income		360,023	401,862
Direct Costs			
Wages		192,329	204,848
Food		9,772	8,509
Programme		14,631	13,482
Total Direct Costs		216,732	226,839
Gross Margin		143,291	175,023
Expenses			
Audit Review Fees		5,209	4,637
Advertising		39	1,750
Bad Debts and collection costs		656	-
Depreciation & assets written off		3,798	902
Donations		1,200	1,200
Equipment		573	-
Insurance & ACC		1,404	1,785
Maintenance & Cleaning		2,954	3,338
Medical		244	513
Bank fees		206	221
Rent		12,240	12,000
Staff		110,204	101,228
Stationery, Photocopier & Software		3,242	2,511
Telephone		1,867	1,964
Training		3,226	795
Total Expenses		147,062	132,844
Net (deficit)/surplus for the Year		(3,771)	42,179



ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)

**Statement of Financial Position
As at 31 December 2021**

Assets	Notes	2021	2020
Current Assets		\$	\$
Cash on Hand & cash equivalents	3	55,416	76,313
Term Deposit		90,000	90,000
Wages in Advance		934	2,916
Other payments in advance		-	-
Accounts receivable from Exchange Transactions	4	2,111	6,307
Total Current Assets		148,461	175,536
Non-Current Assets			
Equipment	5	20,031	4,475
Total Assets		168,492	180,011
Liabilities			
Current Liabilities			
GST Owing		5,951	4,718
Income in advance Exchange Transactions		3,737	13,572
Income in advance Non-Exchange Transactions		10,898	10,899
Trade payables & Accruals	6	25,336	24,481
Total Liabilities		45,922	53,670
NET ASSETS		122,570	126,341
Equity		122,570	126,341

Shirley Black

Shirley Black
Treasurer

Date: 22 April 2022

Tabatha Long-Wood

Tabatha Long-Wood
Manager



The Statement of accounting policies and the accompanying notes form part of the financial statements.

ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)**Statement of Changes in Equity****For the Year ended 31 December 2021**

	2021	2020
	\$	\$
Balance at beginning of the year	126,341	84,162
Total recognised income and expenditure	(3,771)	42,179
Balance at end of the year	122,570	126,341



ST MARY'S AFTER SCHOOL HOUSE (The SMASH Club)
Cash Flow Statement
For the Year ended 31 December 2021

	2021	2020
	\$	\$
Cash Flows from Operating Activities		
Receipts from SMASH Fee Revenue	280,935	238,440
Receipts from Interest & dividends	828	1,277
Receipts from Other Exchange Transactions	2,611	2,502
Receipts from Donations and Grants	80,577	168,976
Payments to Suppliers	(75,550)	(69,836)
Payments to Employees	(291,747)	(287,976)
Net Cash flows from Operating Activities	<u>(2,346)</u>	<u>53,383</u>
Cash Flows from Investing and Financing Activities		
Purchase of Term Deposits	(90,000)	(90,000)
Purchase of Property Plant and Equipment	(18,550)	-
Maturity of Term deposits	90,000	60,000
Net Cash flows from Investing and Financing Activities	<u>(18,550)</u>	<u>(30,000)</u>
Net Increase / (Decrease) in Cash and Cash Equivalents	<u>(20,896)</u>	<u>23,383</u>
Cash and Cash Equivalents at 1 January	76,312	52,929
Cash and Cash Equivalents at 31 December	55,416	76,312



The SMASH Club (St Mary's After School House)

Note 1: Statement of Accounting Policies

Reporting Entity

The financial statements presented are for the separate reporting entity The SMASH Club ("Club") which is part of the outreach ministry of Karori Anglican Churches. The Club is managed by a Management Committee whose members are ratified by the Vestry of Karori Anglican Churches. Karori Anglican Churches controls The Club.

These financial statements of the Club have been compiled separately to provide financial information for parishioners, families who use the Club and funders who provide grants to the entity. Financial statements of the full economic, legal entity, Karori Anglican Churches, are separately prepared.

Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand in accordance with the External Reporting Board's Financial Reporting Standards. They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Club is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large. Transition date was 1 January 2015.

These financial statements are prepared for the year ended 31 December 2020 on an accrual basis. They are prepared on the assumption that the Club is a going concern. The financial statements are presented in New Zealand Dollars, rounded to the nearest dollar.

The club has elected to report in accordance with Tier 2 Not-for-Profit PBE Accounting Standards in order to align itself with the reporting requirements of Karori Anglican Churches. It has taken all Reduced Disclosure Regime ("RDR") disclosure concessions applicable.

Measurement Base

The measurement system adopted is historical cost.

Specific Accounting Policies

Income recognition

Grants (Revenue from non-exchange Transactions)

Grants received from the Ministry of Social Development towards operating costs are accounted for in the period specified in the grant contract, or when expenditure is incurred. Grants received before the grant period are recognised as income in advance.

Fees (Exchange Transactions)

Fees received from parents are recognised on an accrual basis in the period for which the services are provided. Fees received in advance for the following financial year are recorded as income in advance.

Interest

Interest is recognised on an accrual basis.

Goods and Services Tax

The SMASH Club is registered on a Payments basis for GST. All items in the financial statements are stated exclusive of GST except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense. The net amount of GST recoverable from, or payable to Inland Revenue is included as part of receivables or payables in the Statement of Financial Position.



Tax

The Club is registered under the Charities Act 2005, under the umbrella of the Anglican Church in Aotearoa, and has been granted exemption from Income Tax. As such no provision has been made for current or deferred tax under sections CW41 and CW42 of the Income Tax Act 2007.

Fixed Assets**Initial Recognition**

Plant and equipment purchased for use by the Club that costs over \$500 is capitalised. Assets are stated at cost, less accumulated depreciation and any impairment losses. The cost of plant and equipment is generally the purchase cost, together with any incidental costs of acquisition.

Subsequent Costs

Subsequent Costs are included in an asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with them will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred.

Impairment of plant and equipment

Plant and equipment is reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Depreciation

Plant and equipment is depreciated on a straight-line basis as follows:

Office Equipment	
Computers & Software	36%
Equipment	
Printer	36%
Furniture & Cupboards	10%
Vacuum Cleaner	33%
Whiteware	20-21.6%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

Employee Entitlements

Employee benefits that the entity expects to be settled within 12 months of the reporting date are measured at nominal values based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to the reporting date, and annual leave earned to, but not yet taken at the reporting date.

Financial Instruments

Financial assets and financial liabilities are recognised when the Club becomes a party to the contracted provisions of the financial instrument.

The Club derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Club has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party, and either:

- the Club has transferred substantially all the risks and rewards of the asset, or
- the Club has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial Assets

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classification of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting revenue and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Club's financial assets are classified as loans and receivables. The Club's financial assets include: cash and cash equivalents, short-term investments, and receivables from exchange transactions. All financial assets are subject to review for impairment at least each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets.

Impairment of Financial Assets

The Club assesses at the end of reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and



Impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there is any objective evidence of impairment, the Club first assesses whether there is objective evidence of impairment of financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Club determines that there is no objective evidence of impairment for any individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

Financial Liabilities

The Club's financial liabilities include trade and payables (excluding GST & PAYE), employee entitlements, and deferred revenue (in respect to grants whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method.

Cash and Cash equivalents

Cash and Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



Note 2: Individual programme income and direct costs

	After School Programme	Breakfast Club	Holiday Programme
2021			
Income	\$	\$	\$
Parent Fees and sundry	194,266	18,632	71,805
Ministry of Social Development Grant	25,589	6,506	11,500
Covid Wage Subsidy	21,725	10,000	-
Total Income	241,580	35,138	83,305
Expenses on a pro-rata basis			
Staff	123,918	15,698	52,713
Programme and related costs	97,297	11,525	62,643
Total Expenses	221,215	27,223	115,356
Net (Loss)/Surplus	20,365	7,915	(32,051)
2020			
Income	\$	\$	\$
Parent Fees and sundry	158,323	14,332	61,329
Ministry of Social Development Grant	27,160	6,006	10,694
Covid Wage Subsidy	95,131	7,000	21,887
Total Income	280,614	27,338	93,910
Expenses on a pro-rata basis			
Staff	152,151	12,784	39,914
Programme and related costs	102,412	8,188	44,235
Total Expenses	254,563	20,972	84,149
Net (Loss)/Surplus	26,051	6,366	9,761

Note 3: Categories of financial assets and liabilities

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities.

	2021	2020
	\$	\$
Financial Assets		
<i>Loans and receivables</i>		
Cash and cash equivalents	55,416	76,312
Short term investments	90,000	90,000
Prepayments	934	2,916
Receivables from Exchange transactions	2,111	6,307
Total Current Assets	148,461	175,535
Financial Liabilities		
	2021	2020
	\$	\$
<i>At amortised cost</i>		
Trade payables	7,791	7,581
Employee entitlements	17,545	16,900
Deferred revenue (conditions attached) Non-Exchange Transactions	10,899	10,899
Deferred revenue (conditions attached) Exchange Transactions	3,736	13,572
	39,971	48,952

Note 4: Accounts Receivable

	2021	2020
	\$	\$
Fees owing	6,761	10,717
Less Provision for Doubtful Debts	(4,650)	(4,650)
Other Debtors	-	240
Total accounts receivable	2,111	6,307



Note 5: Fixed Assets

Reconciliation of the carrying amount at the beginning and end of the period:

Opening Balance 2021	4,476
Additions	19,353
Disposals	-
Depreciation	(3,798)
Closing	<u>20,031</u>

Furniture, Fittings and Office Equipment 2021

Cost	36,510
Accumulated Depreciation	<u>(16,479)</u>
Net Book Value	<u>20,031</u>

Opening Balance 2020	5,378
Additions	-
Disposals	-
Depreciation	<u>(902)</u>
Closing	<u>4,476</u>

Furniture, Fittings and Office Equipment 2020

Cost	17,157
Accumulated Depreciation	<u>(12,681)</u>
Net Book Value	<u>4,476</u>

Plant and Equipment

The premises used by the Club are made available through a license to occupy contractual agreement between Karori Anglican Churches and the Club. The Club maintains the property to the standard agreed under this contract. Major repairs and building upgrades are undertaken by Karori Anglican Churches. The Club may provide funds towards these projects. These are not recognised as assets in the accounts of the Club.

Note 6: Accounts Payable	2021	2020
	\$	\$
Salaries and PAYE owed	17,545	16,900
Trade Payables	<u>7,791</u>	<u>7,581</u>
Total Accounts Payable	<u>25,336</u>	<u>24,481</u>

Note 7: Leased Assets

There were no leased assets in 2021 (2020: nil)

Note 8: Capital Commitments and Contingent Liabilities

The premises occupied by the Club until December 2013 comprised the St Mary's Hall facilities which are owned by Karori Anglican Churches (KAC) and leased to the Club under a "Licence to Occupy". As a result of a seismic review of all KAC buildings, the use of the St Mary's Hall premises has been restricted. KAC allows the Church building to be used by the Club while decisions are reached as to whether the hall will be repaired or replaced.

The club has agreed to pay up to \$20,000 for alternative storage in the meeting room and a further \$5,000 towards a remodel of the Church in 2021 to KAC.

The club has no other capital commitment or contingent liability as at 31 December 2021.



Note 9: Related Party Transactions

The Club is a controlled entity within The Anglican Diocese of Wellington. Premises rent of \$12,240 (2020: \$12,000) for the year was paid to Karori Anglican Churches. No capital contributions to KAC were made in 2021 (2020: nil). There are no other significant transactions with group parishes, church ministry units or Management Committee members that require disclosure.

Key Management personnel:

Key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, is the Manager of SMASH. From September 2019, the Manager was part-paid by ACC, due to a non-work injury

	2021	2020
Total Remuneration	65,552	48,541
Number of persons	1	1

No remuneration was provided by SMASH to employees who are close family members of key management Personnel.

Note 10: Subsequent Events

The Club does not have any subsequent events that require disclosure (2020: the implications of the then emerging COVID 19 situation).

Note 11: COVID-19

The impacts of the COVID-19 pandemic and the ensuing government imposed restrictions and payments were again significant, namely:

- A three-week closure during August and September during which staff remained on full pay, limited online engagement with the children by staff took place, parent fees stopped and we received a COVID-19 subsidy.
- We were in receipt of a wages subsidy of \$30,648, and an additional small allowance to partly cover staff who had to quarantine
- Our roll has slowly recovered after the restrictions were lifted,
- Stronger new enrolments in the younger age groups have shifted the age demographic of SMASH. Work-from-home patterns favour older children being at home, but not younger ones.
- We have a heightened awareness of the risk of infections and the need to ask parents to keep unwell children at home.



Independent Assurance Practitioner's Review Report

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To the Members of St Mary's After School House

We have reviewed the accompanying performance report of St Mary's After School House on pages 1 to 10 which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 December 2021, the statement of financial position as at 31 December 2021, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

Member's Responsibility for the Financial Statements

The members are responsible for the preparation and fair presentation of this performance report in accordance Public Benefit Entities International Public Sector Accounting Standards Reduced Disclosure Regime issued in New Zealand by the New Zealand Accounting Standards Board, and for such internal control as the members determine is necessary to enable the preparation and fair presentation of this performance report that is free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying performance report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) ISRE (NZ) 2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity*. ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes us to believe that their performance report, taken as a whole, are not prepared in all material respects in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board. This Standard also requires us to comply with relevant ethical requirements.

A review of these financial statements in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on these financial statements.

Other than in our capacity as an assurance practitioner, we have no relationship with, or interests in, the Entity.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that their performance report pages 1 to 10 do not present fairly, in all material respects, the financial position of the St Mary's After School House as at 31 December 2021, and its financial performance, service performance and statement of cash flows for the year then ended, in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board.

Restriction on use of our report

This report on the financial statements is made solely to the members, as a body. Our limited assurance work has been undertaken so that we might state to the Members, as a body those matters which we are required to state to them in an independent assurance practitioner's review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members, as a body, and the St Mary's After School House, for our limited assurance work, for this report or for the conclusion we have formed.

Grant Thornton New Zealand Audit Limited

B Kennerley
Partner
Wellington
22 April 2022

Appendix E – Budget

**KARORI ANGLICAN CHURCHES
BUDGET FOR 2022**

	2020 Actual	2021 Actual	2021 Budget	Page 1 2022 Budget
INCOME				
Parochial Offerings	426,043	357,929	450,000	420,000
Sprott Weekly services	600	4,320	6,500	5,000
Rental	57,147	58,062	56,151	57,285
ECEC Management fee	9,000	9,180	9,180	9,360
Dividend offered by ECEC	5,000	-	5,000	5,000
Support for Rebranding	4,209	-	-	-
Pew Sales net of costs	(1,460)	3,127	-	5,000
Miscellaneous	1,486	1,522	3,500	13,500
Investment Income	76	32	55	30
Wage subsidy received	46,044	5,992	-	-
TOTAL INCOME	548,145	440,164	530,386	515,175
EXPENSE				
WORSHIP	5,575	8,805	6,000	10,000
DISCIPLESHIP & LEADERSHIP	2,658	3,189	2,000	2,500
CHILDREN & FAMILIES	3,536	4,353	7,000	5,000
HOSPITALITY	435	618	1,000	300
ALPHA	924	919	2,000	2,500
PASTORAL CARE	4,976	2,862	4,400	2,400
YOUTH	2,169	632	3,500	3,500
Total Ministries' Direct Costs	20,273	21,378	25,900	26,200
ADMINISTRATION/FINANCE/PROPERTY				
Staff	265,454	257,223	299,900	281,169
Property	64,246	75,067	75,900	81,250
Interest on loan	-	-	-	9,454
Administration	49,675	45,981	39,000	32,450
Parish Tithe & Missions	76,456	84,090	77,200	80,567
Total Administration	455,831	462,361	492,000	484,890
Total Expenses	476,104	483,739	517,900	511,090
SURPLUS/(DEFICIT) before Depreciation and Impairment	72,041	(43,575)	12,486	4,085
Depreciation & Impairment	88,179	452,029	90,000	85,000
SURPLUS/(DEFICIT) after Depreciation	(16,138)	(495,604)	(77,514)	(80,915)
Add other income				
Special Giving (excluding Fundraising)	5,440	11,988	-	-
Special Funds Income	24,879	6,600	6,000	6,000
Support from Parish Trust Board (for capital in 2021)	-	9,344	15,000	11,000
Bequest	-	50,000	-	-
Receipts for Fire	-	131,570	-	-
Waste Minimisation Grant	-	1,480	-	-
Seismic & Upgrade Support from Trustees	203,212	828,421	-	-
Capital contributions	310	17,940	5,000	5,000
Special Giving: fundraising	261,500	385,341	-	-
Less				
Fundraising & Bequest to Trustees	(278,500)	(484,854)	-	-
Fire Repair costs	-	(98,763)	-	-
Payments from Special funds	(5,145)	(125,252)	-	-
Payments from Special donations	(3,121)	(9,469)	-	-
SURPLUS/(DEFICIT) after Other Income	192,437	228,742	(51,514)	(58,915)
Capital Expenditure				
Safety scaffold	-	1,618	-	-
Microphone	521	-	-	-
IT	7,486	2,749	3,800	3,000
Piano keyboard	2,000	-	-	-
Display board	1,054	-	-	-
Reorder St Mary's interior	-	-	15,000	15,000
Stage adjustments & Musical equipment	-	-	3,000	-
Provision for minor capital items	-	-	5,000	2,000
Vacuum cleaners	-	711	-	-
Total Capital Expenditure	11,061	5,078	26,800	20,000